

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 161920
ORIGIN EB-03

INFO OCT-01 ISO-00 STR-02 /006 R

66011

DRAFTED BY: EB/OT/TA:TGWESTON

APPROVED BY: EB/OT/TA:DJDUNFORD

STR:MPOMERANZ

-----026649 130124Z /65

R 122059Z JUL 77

FM SECSTATE WASHDC

TO AMEMBASSY BRUSSELS

LIMITED OFFICIAL USE STATE 161920

USEEC, FOR AMBASSADOR STRAUSS AND ALAN WOLFF

FOLLOWING REPEAT OTTAWA 5938 SENT ACTION SECSTATE
INFO GENEVA 07 JUL 77

QUOTE LIMITED OFFICIAL USE OTTAWA 05938

USMTN ALSO FOR USMISSION

MISSION PASS TO MIKE SMITH

DEPT PASS STR

E.O. 11652: N/A

TAGS: ETRD, GATT, CA

SUBJECT: ARTICLE XIX CONSULTATIONS WITH CANADA, JULY 7
TEXTILES AND GARMENTS

1. USDEL MET WITH CANDEL JULY 7 FOR FURTHER CONSULTATIONS
CONCERNING CANADIAN TEXTILE AND GARMENT RESTRICTIONS
TAKEN UNDER ARTICLE XIX. CANDEL LOOMER STATED THAT CANDEL
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 161920

UNDER INSTRUCTIONS FROM CABINET, WHILE RESERVING ITS GATT
RIGHTS UNDER ARTICLE XXIII, WAS PREPARED TO DISCUSS COM-
PENSATION AND TO THAT END PRESENTED OFFER OF CONCESSIONS
IN TEXTILE SECTOR AS FOLLOWS:

COMPENSATION OFFER

TARIFF BRIEF MFN RATES

ITEM NO. DESCRIPTION BOUND IN EFFECT CONCESSION

56208-1 MAN-MADE FABRICS 25 P.C. 22 1/2 P.C. 22 1/2 P.C.
FOR CLOTHING PLUS 15 CTS/LB 13 CTS/LB 13 CTS/LB
(EQUIVALENT
27 P.C. AD VALORE)

56209-1 MAN-MADE FABRICS
FOR DRAPES, 25 P.C. 22 1/2 P.C. 22 1/2 P.C.
CURTAINS AND PLUS 15 CTS/LB 13 CTS/LB 13 CTS/LB
BEDSPREADS (EQUIVALENT
27 P.C. AD VALOREM)

EX 56105-1 VISCOSE RAYON 10 P.C. 10 P.C.
FILAMENT YARNS PLUS 10 10 CTS/LB FREE

EX 56110-1 CTS/LB (EQUIVALENT
20 P.C. AD VALOREM)
OR FREE

56020-1 MAN-MADE FIBRES
FOR CARPETS 10 P.C. 10 P.C. 7 1/2 P.C.

COVERING IMPORTS FROM U.S. IN 1976 OF C DOLS 91,869,000.
PRESSED BY U.S.DEL (POMERANZ) ON INADEQUACY OF OFFER,
CANDEL ADDED TO OFFER CONCESSION ON MAN-MADE FIBERS
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 161920

(CANADIAN TARIFF NUMBER 56005-1) FROM 10 PERCENT AD VAL
TO 7 0/2 PERCENT AD VAL (IMPORTS FROM U.S. IN 1976
C DOLS 29,908,000).

2. U.S.DEL EXPRESSED SATISFACTION WITH TRADE COVERAGE
OF OFFER AND FACT IT WAS, TO A LARGE DEGREE, IN TEXTILE
SECTOR. HOWEVER, OFFER REPRESENTED NO REAL CONCESSION
OF BENEFIT TO U.S. FABRIC ITEMS WERE ALREADY SUBJECT
TO PROPOSED CONCESSIONARY DUTY THROUGH FEBRUARY, 1978
BASED ON UNILATERAL CANADIAN REDUCTION. RAYON YARN
CONCESSION WAS IN CATEGORY IN WHICH TOTAL IMPORTS FOR
ALL SOURCES WERE DECREASING AND COVERED A PRODUCT OF
DIMINISHING COMMERCIAL VALUE. U.S. SUGGESTED THAT
INCREASED CUT OF FABRICS WOULD MAKE OFFER MORE ACCEPTABLE.
CANDEL REPLIED THAT OFFER TABLED REPRESENTED MAXIMUM UNDER
CURRENT INSTRUCTIONS FROM CABINET. ANY FURTHER CUT WOULD
REQUIRE MINISTERIAL APPROVAL WHICH THEY BELIEVED WOULD
NOT BE FORTHCOMING.

3. ON SUBJECT OF DURATION OF PROPOSED CUTS, BOTH DELS
AGREED THAT DURATION OF CONCESSIONS SHOULD EQUAL PERIOD
DURING WHICH CANADIAN RESTRICTIONS ARE IN EFFECT. CANDEL

NOTED THAT THEY CONTEMPLATED CONCESSIONS OF FABRICS UNTIL INTO 1980 AND CONCESSIONS ON OTHER ITEMS INTO 1978, THAT CONCESSIONS WOULD BE APPLIED ON AN MFN BASIS AND THAT OFFER WAS MADE AD REFERENDUM. USDEL INDICATED THAT OFFER WAS ALSO ACCEPTED AD REFERENDUM.

4. USDEL INFORMED CANDEL THAT IT WOULD CONTACT GOC BY MONDAY, JULY 11 WITH A FORMAL RESPONSE TO THEIR OFFER WHICH IT EXPECTED WOULD BE NEGATIVE. U.S. ENCOURAGED CANDEL TO APPROACH MINISTERS ASAP ON SUBJECT OF QUALITATIVE (INCREASED DEPTH OF CUT) IMPROVEMENT OF CANADIAN OFFER. CANDEL REPEATED THAT THEY EXPECTED NO IMPROVEMENT AFTER MINISTERIAL CONSIDERATION. BOTH SIDES CONCLUDED WITH AN EXPRESSION OF DISAPPOINTMENT AT LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 161920

LACK OF AGREEMENT. ENDERS

UNQUOTE VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TEXTILES, CLOTHING, TRADE CONTROLS
Control Number: n/a
Copy: SINGLE
Sent Date: 12-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE161920
Document Source: CORE
Document Unique ID: 00
Drafter: EB/OT/TA:TGWESTON
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770248-0464
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770765/aaaaceuz.tel
Line Count: 139
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 77f8e66c-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 22-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1885654
Secure: OPEN
Status: NATIVE
Subject: ARTICLE XIX CONSULTATIONS WITH CANADA, JULY 7 TEXTILES AND GARMENTS
TAGS: ETRD, CA, GATT
To: BRUSSELS USMTN
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/77f8e66c-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009